UDX

UFCTITLE

Official Product Name: Will <competitor> hold the UFC <title> on <date>?

Scope: These terms govern the trading of the Ultimate Fighting Championship (“UFC”) Title Holder Event Contract (the “Contract”), a type of “Event Contract” listed by the Exchange.

Underlying: The Underlying for this Contract is whether <competitor> is officially recognized by UFC as the holder of <title> on <date>. Revisions to the official title record made after Expiration will not be considered when determining the Expiration Value.

Source Agency: The Source Agencies are, in hierarchical order, UFC; the applicable athletic commission or combat-sports regulatory authority; UFC's official broadcast partner; ESPN; Sherdog; MMA Fighting; MMA Junkie; the Associated Press; Reuters; CBS Sports; and Fox Sports. UFC is the primary Source Agency. Remaining sources serve solely as secondary sources, in the hierarchical order listed, where UFC's official title record is unavailable.

Type: The Type of Contract is a swap.

Issuance: The Contract is based on recurrent UFC title-holder determinations. Contract iterations will be issued on an as-needed basis for UFC titles and assessment dates specified by the Exchange.

<competitor>: <competitor> refers to a named UFC fighter whose title status is assessed, using the legal name or widely recognized professional name shown in UFC's official records. The same individual continues to be tracked through a legal-name or professional-name change.

<title>: <title> refers to a specifically identified UFC championship title and weight class. Undisputed, interim, ceremonial, and tournament titles are distinct; an interim champion does not hold the undisputed championship unless UFC officially recognizes that competitor as the undisputed champion. The Exchange will state the relevant title with sufficient specificity to avoid ambiguity.

<date>: <date> refers to the calendar date and, if specified, time at which title-holder status is assessed. Unless an iteration states a different time, assessment occurs at 11:59 p.m. ET on <date>.

Trading and Settlement: During the Event Contract trading hours, Participants are able to adjust their positions and trade freely. After trading of the Event Contract has closed, UDX will determine the Expiration Value and whether the Payment Criterion encompasses the Expiration Value (i.e., whether the outcome is “Yes” or “No”). The market is then settled by UDX, and either the long position holders or the short position holders are paid the Settlement Value. In this case, “long position holders” refers to Participants who purchased the “Yes” side of the Event

Contract, and “short position holders” refers to Participants who purchased the “No” side of the Event Contract. If the Expiration Value is “Yes,” then the long position holders are paid an absolute amount proportional to the size of their position and the short position holders receive no payment. If the Expiration Value is “No,” then the short position holders are paid an absolute amount proportional to the size of their position and the long position holders receive no payment. Specification of the circumstances that would trigger an Expiration Value of “Yes” is included below in the section titled “Payment Criterion”. The Expiration Date of the Contract is designed to account for multiple possible contingencies regarding the timing of the determination of the event.

Payment Criterion: The Payment Criterion encompasses the Expiration Value where UFC's first official title record applicable at the assessment time reports that <competitor> holds <title> on <date>.

If UFC officially recognizes <competitor> as the holder of <title> at the assessment time, the Contract resolves “Yes.” If another competitor holds <title>, <title> is vacant, or <competitor> holds only a different or interim title, the Contract resolves “No.”

A title change announced and effective before the assessment time is incorporated. A stripping, vacation, reinstatement, appeal, or other title-status revision announced after Expiration does not affect settlement unless it corrects a clearly erroneous report published before Expiration and the Exchange elects to use the correction pursuant to Rule 5.a.v.

If a fight expected to affect <title> is cancelled, postponed, changed to a non-title fight, or declared a no contest, the Contract remains active because settlement depends only on UFC's official title-holder record at the assessment time. If UFC's official title record is unavailable at that time, the Exchange may wait 48 hours and then use the next available Source Agency in hierarchical order.

Minimum Tick: The Minimum Tick for the Event Contract shall be $0.001.

Position Limits: The Position Limit for the Event Contract is 2,500,000 Contracts for Participants. The Position Limit for Market Makers is 25,000,000 Contracts.

Last Trading Date: The Last Trading Date of the Contract is <date>, on which the referenced title-holder status is assessed or otherwise resolved pursuant to the Payment Criterion.

Settlement Date: The Settlement Date is the date on which money is paid to the account of a Participant in whose favor the contract settled pursuant to an Event Contract held until Expiration, and on which money is paid from the account of a Participant who is obligated to pay money pursuant to an Event Contract held until Expiration. The Settlement Date of the Contract shall be no later than the day after the Expiration Date.

Expiration Date: The latest Expiration Date of the Contract shall be the day after <date>. If an event described in the Payment Criterion occurs, expiration will be moved to an earlier date and time as determined by the Exchange.

Expiration Time: The Expiration Time of the Event Contract shall be 10:00 AM ET on the Expiration Date.

Settlement Value: The Settlement Value is the amount paid to the holder of the in-the-money Event Contract on the Settlement Date. The Settlement Value of an in-the-money Event Contract is $1.

Expiration Value: The Expiration Value is the value of the Underlying as documented by the Source Agency on the Expiration Date at the Expiration Time.

Contingencies: If the Source Agency does not actually announce a result consistent with the settlement methodology or the Payment Criterion on or before the Expiration Date due to a delay, postponement, cancellation, or otherwise, the Settlement Date, Expiration Date, and Expiration Time will be delayed until the Underlying outcome or results are released or as otherwise set forth on the Exchange pursuant to Rule 5.a.v. Consistent with Rule 5.a.v, UDX reserves the right to make settlement determinations.

Trading Prohibitions: In addition to the prohibition against the misappropriation of material nonpublic information under CFTC Regulation 180.1 and the Exchange's prohibited trading practices identified in Chapter 7 of the DCM Rulebook, certain additional individuals are prohibited from trading the Event Contract. Those persons include:

- Any competitor, coach, corner person, trainer, manager, medical professional, or other team member who possesses material nonpublic information about the referenced UFC title-holder status.

- Any referee, judge, timekeeper, inspector, ringside physician, athletic-commission official, or other official assigned to, supervising, or exercising authority over the referenced title determination.

- Any UFC, promoter, venue, broadcast, regulatory, matchmaking, medical, event-operations, or fighter-relations employee, officer, or contractor with access to material nonpublic information concerning the Underlying.

- Any sports agent, advisor, or representative of a competitor referenced by the Contract.

- Any immediate family member or household member of any of the foregoing persons where such person reasonably may have access to material nonpublic information regarding the Underlying.

- Any other Person who, by sole determination of the Exchange, possesses material nonpublic information relating to the Underlying.